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INSTRUMENT PREPARED BY
VIRGINIA GAS AND OIL BOARD

ORDER RECORDED UNDER CODE
OF VIRGINIA SECTION 45.1-361.26

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

SUPPLEMENTAL ORDER REGARDING

DOCKET NO. VGOB 08/03/18-2183

ELECTIONS, UNIT: AE-212 (I-32)

(hereinafter "Subject Drilling Unit")

TAX MAP IDENTIFICATION NUMBERS:

TAX MAP IDENTIFICATION NUMBERS FOR ALL PARCELS
AFFECTED BY THIS ORDER ARE SHOWN ON EXHIBIT (S) -
B WHICH IS/ARE ATTACHED TO AND A PART
OF THIS ORDER.

REPORT OF BOARD

FINDINGS AND ORDER

1. This Supplemental Order is entered by the Board sua sponte in the form authorized by the Board at its hearing held at 9:00 a.m. on October 20, 1992, Board of Supervisors Room, Courthouse, Grundy, Virginia, and pursuant to authority granted to the Board's Chairman at the hearing of the Virginia Gas and Oil Board on June 16, 1992, at 9:00 a.m. at the Rhododendron Restaurant at the Breaks Interstate Park, Breaks, Virginia; and this Supplemental Order is being recorded for the purpose of (1) complying with the requirement of the Virginia Gas and Oil Board Regulations, 4 VAC 25-160.70C by supplementing the Order previously issued by the Board for subject Docket on July 15, 2008, and recorded with Instrument # 080002959 at the Office of the Clerk of Circuit Court, Buchanan County, Virginia on August 8, 2008, (herein "Board Order") to complete the record regarding elections. The Board Order pooled all interest in Subject Drilling Unit including those of the Respondents more particularly set forth and identified by the Designated Operator in the affidavits attached hereto and made a part hereof. The Board finds it has jurisdiction over the subject matter pursuant to the provisions of the Virginia Gas and Oil Act, § 45.1-361.1 et seq., Virginia Code, 1950 as amended.
2. Findings: The Board finds that:
 - (a) The Board Order directed Appalachian Energy Inc., (herein the Designated Operator"), to mail copies of the Board Order to all respondents whose interest, if any, were pooled by said Board Order;
 - (b) The designated operator filed its affidavit of mailing dated August 28, 2008, disclosing that it had mailed a correct copy of the Board's Order to all Respondents whose interest, if any, were pooled by said Board Order;

- (c) The Board Order required each Respondent whose interest, if any, were pooled by the terms of said Board Order to make his or her election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the Designated Operator has filed its affidavit dated December 22, 2009, in accordance with § 7.C of the Virginia Gas and Oil Board Regulations and 4 VAC 25-160.70C (herein "Affidavit of Election"), wherein it has, for each Respondent whose interest, if any, were pooled by said Board Order, stated: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of the election made, if any; (iii) whether, by reason of a failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interest, estates and claims in Subject Drilling Unit to the Designated Operator;
 - (d) The Board Order further required the Designated Operator, after expiration of the election period, to file with the Board a statement of the interests subject to escrow under the terms and provisions of the Board Order, in light of the elections made or deemed to have been made (herein "Statement of Interests"); that the Designated Operator furnished said Statement of Interests as part of its Affidavit of Election. A copy of which is attached hereto as Exhibit B;
 - (e) Current Board standards requiring the escrow of funds and the Board's agreement with its Escrow Agent, Wachovia Bank, N.A.; VA7515; P.O. Box 14061, Roanoke, VA 24038 (540) 563-7764, Attn: Judy Barger, or any successor named by the Board, require the entry of a Supplemental Order establishing of record the elections made or deemed to have been made and specifying the sums or percentage thereof subject to escrow. Current Board escrow standards were made applicable to Subject Drilling Unit by a Board Order dated December 23, 1992.
3. Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2 above and the annexed Affidavits, any funds subject to escrow and instructs the Escrow Agent, Wachovia Bank, N.A.; VA7515; P.O. Box 14061, Roanoke, VA 24038 (540) 563-7764, Attn: Judy Barger, or any successor named by the Board to establish interest-bearing escrow account(s), IRS Tax Identification Number 54-1629506, in accordance with the information set forth in said affidavits to receive such funds and account to the Board therefore.
4. Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned Order or its Attorney shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Order stating that a true and correct copy of this Order was mailed to each person whose interest or claim is subject to escrow and whose address is known.
5. Conclusion: Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.
6. Effective Date: This Order shall be effective on the date of its execution.

DONE AND EXECUTED this 9 day of Feb, 2010, by a majority of the Virginia Gas and Oil Board.

Bradley C. Lambert
Chairman, Bradley C. Lambert

DONE AND PERFORMED this 9th day of February, 2010, by Order of the Board.

David E. Asbury, Jr.
David E. Asbury, Jr.
Principal Executive to the Staff
Virginia Gas and Oil Board

STATE OF VIRGINIA
COUNTY OF RUSSELL

Acknowledged on this 9th day of February, 2010, personally before me a notary public in and for the Commonwealth of Virginia, appeared Bradley C. Lambert, being duly sworn did depose and say that he is Chairman of the Virginia Gas and Oil Board, and appeared David E. Asbury, Jr., being duly sworn did depose and say that he is Acting Principal Executive to the Staff of the Virginia Gas and Oil Board that they executed the same and were authorized to do so.

Diane J. Davis
Notary Public

Registration No. 174394

My commission expires 09/30/2013



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VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE: Application of Appalachian Energy, Inc., for Forced Pooling of Interests in Unit Number AE-212 (I-32) VGOB Docket No. VGOB-08/03/18-2183 in the Garden Magisterial District of Buchanan County, Virginia.

AFFIDAVIT OF WILHOIT & KAISER, Attorneys-at-Law, Agents for the Designated Operator REGARDING ELECTIONS, ESCROW ACCOUNTS AND SUPPLEMENTAL ORDER

James E. Kaiser (herein Affiant), being first duly sworn on oath, deposes and says:

1. That the Affiant is an attorney in the law firm of WILHOIT & KAISER, the Agent for the Designated Operator, with offices located at 220 Broad Street, Kingsport, Tennessee 37660, and is authorized to give this Affidavit in its behalf;
2. That the Order entered on July 15, 2008, by the Virginia Gas and Oil Board regarding the captioned Conventional Unit required the Applicant to mail a true and correct copy of said Order to each person pooled by said Order;
3. That within seven (7) days of the receipt of an executed copy of the Order referred to at Paragraph 2. above, the Affiant was directed to cause a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who are added as Respondents at the hearing held in the captioned matter;
4. That the Order of the Virginia Gas and Oil Board in the captioned matter required all persons pooled thereby to tender their written elections to the Unit Operator within thirty (30) days of the date said Order was recorded in the county above named; that said Order was recorded on August 8, 2008.
5. That the Designated Operator, by and through their agent, Wilhoit & Kaiser, Attorneys-at-Law, have established procedures to review all mail received and all written documents received by means other than by mail to ascertain whether parties whose interest have been pooled have made a written election, in a timely fashion, as required by the captioned Order; that said procedures were followed to identify the elections, if any, made with regard to Subject Unit; that the following persons delivered, by mail or otherwise, written elections to the Unit Operator, within the thirty day election periods:

NONE

6. That the interest and/or claims of the following persons (who made timely elections, or who are deemed under the terms of the Board's Order to have leased, or who, subsequent to the pooling hearing held in the captioned matter, have leased or otherwise entered into an agreement with the Designated Operator) are subject to escrow as either unknown claimants or conflicting claimants under the Board's Order pooling the captioned Unit, Board Regulations and the Code of Virginia; that opposite the name of each person named as a Respondent listed below is set forth:

NONE

7. That after the pooling hearing held in the captioned matter, the following persons have leased or entered into a voluntary agreement with the Designated Operator with regard to their interest and/or claims.

NONE

8. That the following persons have not made a timely election and have failed to enter into an agreement with the Designated Operator and their respective interests shall be deemed to have leased pursuant to and in accordance with paragraph 10 of the Order.

<u>TRACT</u>	<u>LESSOR</u>	<u>CASH CONSIDERATION</u>
7	Betty Jean Bishop 420 Andover Place Kingsport, TN 37663	2.13 x \$5.00 = \$10.65
	James E. Salyers 491 New Summerville Rd. Kingsport, TN 37663	0.35 x \$5.00 = \$1.75
	Wanda J. Lawson 204 Stratford Court Gray, TN 37615	0.35 x \$5.00 = \$1.75
	Johnny M. Salyers 309 Woodland Court S.E. Wise, VA 24293	0.35 x \$5.00 = \$1.75
	Don R. Salyers & Ruby Salyers 1402 Whitley Drive Kingsport, TN 37660	0.35 x \$5.00 = \$1.75
	Kyle Clifton 7319 Craftown Rd. Fairfax Station, VA 22039	0.44 x \$5.00 = \$2.20

TRACT**LESSOR****CASH CONSIDERATION**

7

Judy Taylor
19072 Lexie Dr
Abingdon, VA 24210

 $0.44 \times \$5.00 = \2.20

John W. Clifton II
212 Grayson Av
Richlands, VA

 $0.22 \times \$5.00 = \1.10

Mary Clifton
804 Holston Av
Bristol, TN 37620

 $0.22 \times \$5.00 = \1.10

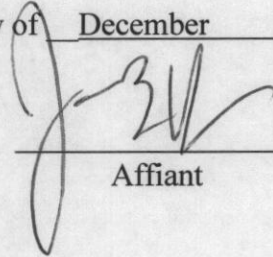
Daris Clifton
20B Wisconsin Ave
Chevy Chase, MD 20815

 $0.44 \times \$5.00 = \2.20

LP

That pursuant to the provision of 4VAC 25-160.70C annexed hereto and incorporated herein is a proposed supplemental order to be entered to complete the record regarding elections; that said annexed supplemental order sets forth that the services of the Escrow Agent are not required in this matter pursuant to the terms of §§ 45.1-361.21.D.


Dated at Kingsport, Tennessee, this 22th day of December 2009.



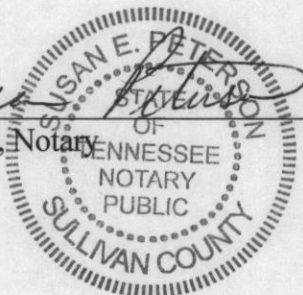
Affiant

State of Tennessee)
County of Sullivan)

Taken, subscribed and sworn to before me by James E. Kaiser, the Agent of Equitable Production Company, a corporation, on behalf of the corporation, this 22th day of December, 2009.



Susan Peterson, Notary



My commission expires: October 24, 2012 .

EXHIBIT "B"
AE-212 (Unit I-32)

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
	<u>Gas Estate Only</u>			
1	C.L. Ritter Lumber Co., Inc PO Box 700 Huntington, WV 25701	*Leased	42.71%	34.23
2	Scott Cole PO Box 148 Tazewell, VA 24651	Leased	5.64%	4.52
3	Yukon Pocahontas Coal Co,etal Attn: Charles Hart 312 West Main St Tazewell, VA 24651	*Leased	10.04% 5.02%	8.05 4.03
	Attn: C. Dale Harman 615 Tuxedo Place Atlanta, GA 30342			
	Buchanan Coal Company, LLP Attn: Charles Hart 312 West Main St Tazewell, VA 24651		1.10%	0.8855
	Attn: C. Dale Harman 615 Tuxedo Place Atlanta, GA 30342			
	Sayers-Pocahontas Coal Company, LLP Attn: Charles Hart 312 West Main St Tazewell, VA 24651		0.60%	0.48
	Attn: C. Dale Harman 615 Tuxedo Place Atlanta, GA 30342			
	Plum Creek Timberlands, L.P. Minerals Dept One Concourse Parkway, Suite 755 Atlanta, GA 30328		3.31%	2.66
4	C.L. Ritter Lumber Co., Inc PO Box 700 Huntington, WV 25701	*Leased	31.94%	25.60
5	Norfolk Southern Railway c/o Pocahontas Land PO Box 1517 Bluefield, WV	*Leased	2.61%	2.09

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6	C.L. Ritter Lumber Co., Inc PO Box 700 Huntington, WV 25701	*Leased	0.42%	0.34
7	Heirs of John G. McNeil	Unleased	6.64%	5.32
	Betty Jean Bishop 420 Andover Place Kingsport, TN 37663		2.66%	2.13
	James E. Salyers 491 New Summerville Rd. Kingsport, TN 37663		0.44%	0.35
	Wanda J. Lawson 1512 Forest View Dr. Kingsport, TN 37663		0.44%	0.35
	Johnny M. Salyers 309 Woodland Court S.E. Wise, VA 24293		0.44%	0.35
	Don R. Salyers 4810 Lake Park Dr. Kingsport, TN 37663		0.44%	0.35
	Kyle Clifton 7319 Craftown Rd. Fairfax Station, VA 22039		0.55%	0.44
	Judy Taylor 104 3 rd Ave. Richlands, VA 24641		0.55%	0.44
	John W. Clifton 14984 Old Jonesborough Rd. Bristol, VA 24201		0.55%	0.44
	Daris Clifton 3825 Griffith Place Alexandria, VA 22304		0.55%	0.44
	*CNX Gas Company LLC-CBM Lessee 2481 John Nash Blvd. Bluefield, VA 24701			
<hr/>			100.00%	80.15
	Total Percentage Leased		93.36%	
	Total Percentage Unleased		6.640%	
	Total Acreage Leased			74.83
	Total Acreage Unleased			5.32

EXHIBIT "B"
AE-212 (Unit I-32)

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<u>Coal Estate Only</u>				
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	Attn: C. Dale Harman 615 Tuxedo Place Atlanta, GA 30342			
	Buchanan Coal Company, LLP Attn: Charles Hart 312 West Main St Tazewell, VA 24651		1.10%	0.8855
	Attn: C. Dale Harman 615 Tuxedo Place Atlanta, GA 30342			
	Sayers-Pocahontas Coal Company, LLP Attn: Charles Hart 312 West Main St Tazewell, VA 24651		0.60%	0.48
	Attn: C. Dale Harman 615 Tuxedo Place Atlanta, GA 30342			
	Plum Creek Timberlands, L.P. Minerals Dept One Concourse Parkway, Suite 755 Atlanta, GA 30328		3.31%	2.66
4	C.L. Ritter Lumber Co., Inc PO Box 700 Huntington, WV 25701	Leased	31.94%	25.60
5	Norfolk Southern Railway c/o Pocahontas Land PO Box 1517 Bluefield, WV	*Leased	2.61%	2.09
6	C.L. Ritter Lumber Co., Inc PO Box 700 Huntington, WV 25701	Leased	0.42%	0.34

7

Heirs of John G. McNeil

Unleased

6.64%

5.32

Betty Jean Bishop
420 Andover Place
Kingsport, TN 37663

2.66%

2.13

James E. Salyers
491 New Summerville Rd.
Kingsport, TN 37663

0.44%

0.35

Wanda J. Lawson
1512 Forest View Dr.
Kingsport, TN 37663

0.44%

0.35

Johnny M. Salyers
309 Woodland Court S.E.
Wise, VA 24293

0.44%

0.35

Don R. Salyers
4810 Lake Park Dr.
Kingsport, TN 37663

0.44%

0.35

Kyle Clifton
7319 Craftown Rd.
Fairfax Station, VA 22039

0.55%

0.44

Judy Taylor
104 3rd Ave.
Richlands, VA 24641

0.55%

0.44

John W. Clifton
14984 Old Jonesborough Rd.
Bristol, VA 24201

0.55%

0.44

Daris Clifton
3825 Griffith Place
Alexandria, VA 22304

0.55%

0.44

*CNX Gas Company LLC-CBM Lessee
2481 John Nash Blvd.
Bluefield, VA 24701

100.00%**80.15**

Total Percentage Leased
Total Percentage Unleased

93.360%
6.64%

Total Acreage Leased
Total Acreage Unleased

74.83
5.32

INSTRUMENT #1000000528
RECORDED IN THE CLERK'S OFFICE OF
BUCHANAN COUNTY ON
MARCH 12, 2010 AT 03:11PM

BEVERLY S. TILLER, CLERK
RECORDED BY: NKE

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